

Sen. Michael W. Frerichs

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09600SB3659sam001

LRB096 20363 HLH 37334 a

1 AMENDMENT TO SENATE BILL 3659 2 AMENDMENT NO. . Amend Senate Bill 3659 by replacing 3 everything after the enacting clause with the following: "Section 5. The Illinois Enterprise Zone Act is amended by 4 5 changing Section 5.3 as follows: 6 (20 ILCS 655/5.3) (from Ch. 67 1/2, par. 608) 7 Sec. 5.3. Certification of Enterprise Zones; Effective 8 date. (a) Approval of designated Enterprise Zones shall be made 9 10 by the Department by certification of the designating ordinance. The Department shall promptly issue a certificate 11 12 for each Enterprise Zone upon its approval. The certificate 13 shall be signed by the Director of the Department, shall make

specific reference to the designating ordinance, which shall be

attached thereto, and shall be filed in the office of the

Secretary of State. A certified copy of the Enterprise Zone

- 1 Certificate, or a duplicate original thereof, shall be recorded
- in the office of recorder of deeds of the county in which the 2
- 3 Enterprise Zone lies.
- 4 An Enterprise Zone shall be effective upon its
- 5 certification. The Department shall transmit a copy of the
- certification to the Department of Revenue, and to 6 the
- designating municipality or county. 7
- 8 Upon certification of an Enterprise Zone, the terms and
- provisions of the designating ordinance shall be in effect, and 9
- 10 may not be amended or repealed except in accordance with
- 11 Section 5.4.
- (c) An Enterprise Zone shall be in effect for 30 calendar 12
- 13 years, or for a lesser number of years specified in the
- 14 certified designating ordinance. Enterprise Zones
- 15 terminate at midnight of December 31 of the final calendar year
- 16 of the certified term, except as provided in Section 5.4. The
- corporate authorities of the county or municipality that 17
- adopted the ordinance designating the Enterprise Zone may apply 18
- 19 to the Department for a one-time extension of 10 additional
- 20 calendar years. The application shall be approved by the
- Department if, upon completion of the term set forth in the 21
- original certified designating ordinance, the area where the 22
- Enterprise Zone is located still satisfies the requirements set 23
- 24 forth in Section 4 of this Act.
- 25 (d) No more than 12 Enterprise Zones may be certified by
- 26 the Department in calendar year 1984, no more than 12

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Enterprise Zones may be certified by the Department in calendar year 1985, no more than 13 Enterprise Zones may be certified by the Department in calendar year 1986, no more than 15 Enterprise Zones may be certified by the Department in calendar year 1987, and no more than 20 Enterprise Zones may be certified by the Department in calendar year 1990. In other calendar years, no more than 13 Enterprise Zones may be certified by the Department. The Department may also designate up to 8 additional Enterprise Zones outside the regular application cycle if warranted by the extreme circumstances as determined by the Department. The Department may also designate one additional Enterprise Zone outside the regular application cycle if an aircraft manufacturer agrees to locate an aircraft manufacturing facility in the proposed Enterprise Zone. Notwithstanding any other provision of this Act, no more than 89 Enterprise Zones may be certified by the Department for the 10 calendar years commencing with 1983. The 7 additional Enterprise Zones authorized by Public Act 86-15 shall not lie within municipalities or unincorporated areas of counties that abut or are contiguous to Enterprise Zones certified pursuant to this Section prior to June 30, 1989. The additional Enterprise Zones (excluding the additional Enterprise Zone which may be designated outside the regular application cycle) authorized by Public Act 86-1030 shall not lie within municipalities or unincorporated areas of counties that abut or are contiguous to Enterprise Zones certified

1 pursuant to this Section prior to February 28, 1990. Beginning 2 in calendar year 2004 and until December 31, 2008, one 3 additional enterprise zone may be certified by the Department. 4 In any calendar year, the Department may not certify more than 5 3 Zones located within the same municipality. The Department 6 may certify Enterprise Zones in each of the 10 calendar years 7 commencing with 1983. The Department may not certify more than a total of 18 Enterprise Zones located within the same county 8 9 (whether within municipalities or within unincorporated 10 territory) for the 10 calendar years commencing with 1983. 11 Thereafter, the Department may not certify any additional Enterprise Zones, but may amend and rescind certifications of 12

existing Enterprise Zones in accordance with Section 5.4.

(e) Notwithstanding any other provision of law, if (i) the county board of any county in which a current military base is located, in part or in whole, or in which a military base that has been closed within 20 years of the effective date of this amendatory Act of 1998 is located, in part or in whole, adopts a designating ordinance in accordance with Section 5 of this Act to designate the military base in that county as an enterprise zone and (ii) the property otherwise meets the qualifications for an enterprise zone as prescribed in Section 4 of this Act, then the Department may certify the designating ordinance or ordinances, as the case may be.

25 (Source: P.A. 92-16, eff. 6-28-01; 92-777, eff. 1-1-03; 93-436,

26 eff. 1-1-04.)

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Section 10. The Public Utilities Act is amended by changing
Section 9-222.1 as follows:

(220 ILCS 5/9-222.1) (from Ch. 111 2/3, par. 9-222.1)

Sec. 9-222.1. A business enterprise which is located within an area designated by a county or municipality as an enterprise zone pursuant to the Illinois Enterprise Zone Act or located in a federally designated Foreign Trade Zone or Sub-Zone shall be exempt from the additional charges added to the business enterprise's utility bills as a pass-on of municipal and State utility taxes under Sections 9-221 and 9-222 of this Act, to the extent such charges are exempted by ordinance adopted in accordance with paragraph (e) of Section 8-11-2 of the Illinois Municipal Code in the case of municipal utility taxes, and to the extent such charges are exempted by the percentage specified by the Department of Commerce and Economic Opportunity in the case of State utility taxes, provided such business enterprise meets the following criteria:

(1) it (i) makes investments which cause the creation of a minimum of 200 full-time equivalent jobs in Illinois; (ii) makes investments of at least \$175,000,000 which cause the creation of a minimum of 150 full-time equivalent jobs in Illinois; (iii) makes investments that cause the retention of a minimum of 300 full-time equivalent jobs in the manufacturing sector, as defined by the North American

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Industry Classification System, in an area in Illinois in which the unemployment rate is above 9% and makes an application to the Department within 3 months after the effective date of this amendatory Act of the 96th General Assembly and certifies relocation of the 300 full-time equivalent jobs within 36 months after the application; (iv) makes investments which cause the retention of a minimum of 1,000 full-time jobs in Illinois; or (v) makes an application to the Department within 2 months after the effective date of this amendatory Act of the 96th General Assembly and makes investments that cause the retention of a minimum of 500 full-time equivalent jobs in 2009 and 2010, 675 full-time jobs in Illinois in 2011, 850 full-time jobs in 2012, and 1,000 full-time jobs in 2013, in the manufacturing sector as defined by the North American Industry Classification System; and

- (2) it is either (i) located in an Enterprise Zone established pursuant to the Illinois Enterprise Zone Act or (ii) located in a federally designated Foreign Trade Zone or Sub-Zone and is designated a High Impact Business by the Department of Commerce and Economic Opportunity; and
- (3) it is certified by the Department of Commerce and Economic Opportunity as complying with the requirements specified in clauses (1) and (2) of this Section.

The Department of Commerce and Economic Opportunity shall determine the period during which such exemption from the

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1 charges imposed under Section 9-222 is in effect which shall 2 not exceed 40 $\frac{30}{30}$ years or the certified term of the enterprise 3 zone (including any extensions granted under subsection (c) of 4 Section 5.3 of the Illinois Enterprise Zone Act), whichever 5 period is shorter, except that the exemption period for a 6 business enterprise qualifying under item (iii) of clause (1) of this Section shall not exceed 30 years. 7

The Department of Commerce and Economic Opportunity shall have the power to promulgate rules and regulations to carry out the provisions of this Section including procedures for complying with the requirements specified in clauses (1) and (2) of this Section and procedures for applying for the exemptions authorized under this Section; to define the amounts and types of eligible investments which business enterprises must make in order to receive State utility tax exemptions pursuant to Sections 9-222 and 9-222.1 of this Act; to approve such utility tax exemptions for business enterprises whose investments are not yet placed in service; and to require that business enterprises granted tax exemptions repay the exempted tax should the business enterprise fail to comply with the terms and conditions of the certification. However, no business enterprise shall be required, as a condition for certification under clause (3) of this Section, to attest that its decision to invest under clause (1) of this Section and to locate under clause (2) of this Section is predicated upon the availability of the exemptions authorized by this Section.

1 A business enterprise shall be exempt, in whole or in part, 2 from the pass-on charges of municipal utility taxes imposed 3 under Section 9-221, only if it meets the criteria specified in 4 clauses (1) through (3) of this Section and the municipality 5 has adopted an ordinance authorizing the exemption under 6 paragraph (e) of Section 8-11-2 of the Illinois Municipal Code. 7 Upon certification of the business enterprises by Department of 8 Commerce and Economic Opportunity, the 9 Department of Commerce and Economic Opportunity shall notify 10 the Department of Revenue of such certification. The Department 11 of Revenue shall notify the public utilities of the exemption status of business enterprises from the pass-on charges of 12 13 State and municipal utility taxes. Such exemption status shall be effective within 3 months after certification of the 14 15 business enterprise.

(Source: P.A. 96-716, eff. 8-25-09; 96-865, eff. 1-21-10.)".